

City of Detroit

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Committee of the Whole Room • 1340 Coleman A. Young Municipal Center • (313) 224-3443 • Detroit, MI 48226

BUDGET, FINANCE AND AUDIT STANDING COMMITTEE

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Asst. City Council Committee Clerk

WEDNESDAY, JULY 17, 2019

1:00 P.M.

- A. **ROLL CALL**
- B. **CHAIR REMARKS**
- C. **APPROVAL OF MINUTES**
- D. **PUBLIC COMMENT**
- E. **1:05 P.M. – PUBLIC HEARING – RE:** Proposed Ordinance to amend Chapter 18 of the 1984 Detroit City Code, *Finance and Taxation*, Article V, *Purchases and Supplies*, Division 7, *Slavery Era Records and Insurance Disclosure*, by amending Sections 18-5-91, *Scope*, and 18-5-92, *Affidavit of disclosure required*, to require contractors that propose to enter into a contract with the City of Detroit to disclose any use of inmate labor, and any income derived directly from, and any investments in, the construction, operations, services, or activities of prisons or of facilities in the United States that are used for the detention of persons who are not citizens or nationals of the United States (**Law Department, Office of Contracting and Procurement, Civil Rights, Inclusion & Opportunity Department**)

UNFINISHED BUSINESS

1. Status of **Office of The Chief Financial Officer/Office of Contracting and Procurement** submitting reso. autho. Request for Approval to enter into short term leases for temporary property use up to 30 days and under \$10,000. (**The Office of Contracting and**

Procurement Department (“OCP”) is hereby requesting the authorization of your Honorable Body to allow the Coleman A. Young Municipal Airport Department (“Airport”) to enter into short term leases of Airport T-Hanger properties as requests for such are received, provided that the term of said leases charge rent of less than \$10,000 and include a lease term of up to 30 days.) (BROUGHT BACK AS DIRECTED ON 7-10-19)

2. Status of **Council President Pro Tem Mary Sheffield** submitting memorandum relative to Economic Hardship Exemption in Special Assessment Districts. **(BROUGHT BACK AS DIRECTED ON 7-10-19)**
3. Status of **Council President Pro Tempore Mary Sheffield** submitting memorandum relative to Resolution in Support of the Michigan Legislature Enacting Legislation Extending NEZ New and Rehab Certificates that are Expiring. **(BROUGHT BACK AS DIRECTED ON 7-10-19)**
4. Status of **Council Member Scott Benson** submitting memorandum relative to NEZ Homestead (NEZH) Amendment Process. **(BROUGHT BACK AS DIRECTED ON 7-10-19)**
5. Status of **Council Member Scott Benson** submitting memorandum relative to Ban on Styrofoam Purchases with City Funds. **(BROUGHT BACK AS DIRECTED ON 7-3-19)**
6. Status of **Council Member Scott Benson** submitting memorandum relative to NEZ Homestead (NEZH) Ordinance. **(BROUGHT BACK AS DIRECTED ON 7-3-19)**
7. Status of **Council President Pro Tem Mary Sheffield** submitting memorandum relative to Request for the Law Department to Review the Income Tax Reporting Ordinance and Approve to Form. **(BROUGHT BACK AS DIRECTED ON 7-3-19)**
8. Status of **Legislative Policy Division** submitting report relative to Resolution in Support of Extending Expiring NEZ Certificates and a Report on Pending NEZ Legislation (Preliminary Report). **(In the Budget, Finance and Audit Standing Committee, Council President Po-Tem Mary Sheffield requested that the Legislative Policy Division draft a resolution in support of the Michigan Legislature enacting legislation that would extend the life of expiring new a rehab Neighborhood Enterprise Zone certificates.) (BROUGHT BACK AS DIRECTED ON 7-3-19)**
9. Status of **Council President Pro Tem Mary Sheffield** submitting memorandum relative to NEZ New & Rehab Certificate Project List. **(BROUGHT BACK AS DIRECTED ON 7-3-19)**
10. Status of **Law Department** submitting report relative to Economic Hardship Exemption in Special Assessment Districts. **(Your Honorable Body, through the Budget, Finance, and Audit Standing Committee, has forwarded a memorandum from the Legislative Policy Division (LPD) dated June 5, 2019, regarding the above-referenced topic with a proposed ordinance attached for Corporation Counsel’s review and approval as to**

form. Taxes and special assessments are distinct under the law. While it is clear that special assessments on the basis of benefits received are not general property taxes, they are collected in the same manner as property taxes. There are no instances of relief from special assessments absent specific statutory exemptions (such as a Business Improvement Zone pursuant to MCL 125.990h). (BROUGHT BACK AS DIRECTED ON 6-26-19)

11. Status of **Housing and Revitalization Department** submitting reso. autho. To amend 2018-2019 Budget ó Appropriation No. 20644 ó ðUS Ecology Damages for Single-Family Rehabö. **(The Housing and Revitalization Department (“HRD”) is hereby requesting to utilize the funds to support its Single-Family Rehabilitation Program for qualified low-income residents within a designated area surrounding US Ecology Michigan, Inc.’s facilities as further described in the attached resolution. DPW has no objections to HRD’s utilization of such liquidated damages that may be collected under DPW’s Contract 6001499.) (BROUGHT BACK AS DIRECTED ON 6-26-19)**
12. Status of **Council Member Scott Benson** submitting memorandum relative to Parking Lot property/Income Tax Receipts. **(BROUGHT BACK AS DIRECTED ON 6-26-19)**

NEW BUSINESS

OFFICE OF CONTRACTING AND PROCUREMENT

Submitting the following **Office of Contracting and Procurement Contracts:**

13. Submitting reso. autho. **Contract No. 2850143** - 100% City Funding ó AMEND 5 ó To Provide Diesel and Unleaded Fuel. ó Contractor: Waterfront Petroleum Terminal Companyó Location: 5431 W. Jefferson, Detroit, MI 48209 ó Contract Period: Upon City Council Approval through December 31, 2019 ó Contract Increase: \$6,725,110.00 ó Total Contract Amount: \$104,925,110.00. **CITYWIDE (REFERRED TO THE BUDGET, FINANCE AND AUDIT STANDING COMMITTEE ON 7-17-19)**

OFFICE OF THE CITY CLERK/CITY PLANNING COMMISSION

14. Submitting reso. autho. Neighborhood Enterprise Zone Certificate Application for one (1) rehabilitated condominium unit located at 250 E. Harbortown Dr. #1504 in the Harbortown Neighborhood Enterprise Zone area. **(RECOMMEND APPROVAL) (REFERRED TO THE BUDGET, FINANCE AND AUDIT STANDING COMMITTEE ON 7-17-19)**
15. Submitting reso. autho. Neighborhood Enterprise Zone Certificate Application for the rehabilitation of one (1) single-family structure located at 2432 Seyburn Avenue in the West Village Neighborhood Enterprise Zone area. **(RECOMMEND APPROVAL) (REFERRED TO THE BUDGET, FINANCE AND AUDIT STANDING COMMITTEE ON 7-17-19)**
16. Submitting reso. autho. Neighborhood Enterprise Zone Certificate Application for the rehabilitation of 459 E. Milwaukee Avenue in the Vanguard/E. Grand Boulevard Development Neighborhood Enterprise Zone area. **(RECOMMEND APPROVAL) (REFERRED TO THE BUDGET, FINANCE AND AUDIT STANDING COMMITTEE ON 7-17-19)**

F. MEMBER REPORTS